### Division of Energy & Climate Public Workshops

on

Energy Efficiency Industrial (E2I) Energy Efficiency Investment Fund (EEIF)

> October 30<sup>th</sup> – Lukens Drive October 31<sup>st</sup> – R&R





### Agenda

- Introductions
- E2I detailed overview
- EEIF brief overview
  - Guidelines
  - CHP
  - Participating Contractors





#### What is DNREC?

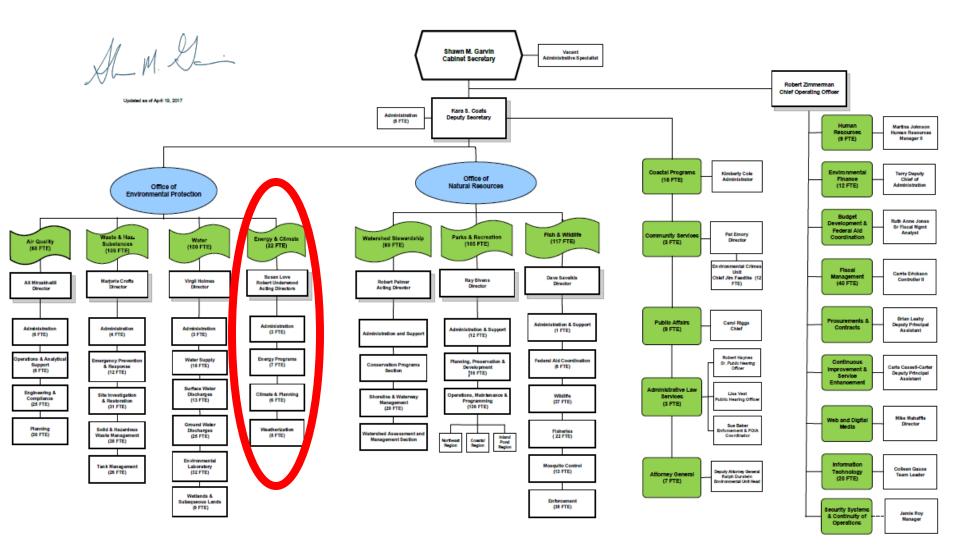
#### Department of Natural Resources and Environmental Control

<u>Mission:</u> to ensure the wise management, conservation, and enhancement of the State's natural resources, protect public health and the environment, provide quality outdoor recreation, improve the quality of life and educate the public on historic, cultural, and natural resource use, requirements and issues.











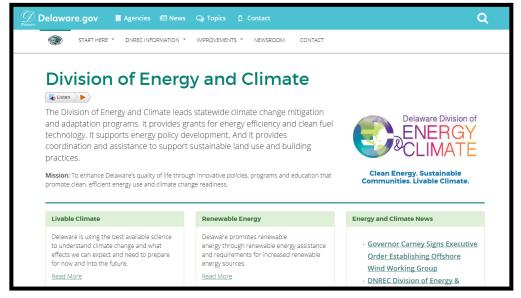


#### **Division of Energy and Climate**





<u>Mission:</u> To enhance Delaware's quality of life through innovative policies, programs and education that promote clean, efficient energy use and climate change readiness.







### What is E2I?

### **Energy Efficiency Industrial**

E2I is an energy efficiency program designed to support the unique needs and complex energy projects of Industrial and Large Commercial Businesses within Delmarva Power & Light (DPL) service territory





#### What is E2I?

As a result of the DPL-Exelon merger agreement DNREC was provided \$8M to administer an industrial/commercial grant and loan program for

Delmarva customers (PSC Docket No. 14-193)











### Eligibility

#### Delmarva Power & Light Customers whose

Annual Energy Consumption



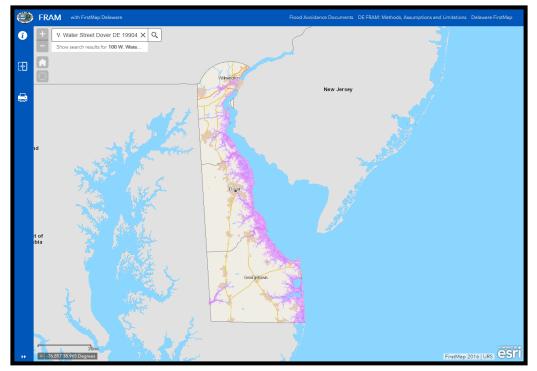
10,000 MWh OR 95,000 MMBtu





#### Installations must be designed to avoid impacts from:

#### Flood Risk Adaptation Map (FRAM)



www.firstmap.delaware.gov/FRAM



- 1) Flooding
- 2) Future sea-level rise
- ❖ Applicants should utilize the FRAM to determine if they are within the one-hundred year, one-meter, sea-level rise flood plan
- ❖ If applicants are within this area – they must submit a flood mitigation plan with application



### **Program Limits**

Grant cannot exceed 30% of the Total Project Cost and

DNREC Loan can be used in-tandem with grant.

Loan approval does not compromise an applicant's eligibility

Grant Loan

**Total Project Cost** 





#### **Grant Structure: Custom**

# All amounts are based off of first year annual energy savings

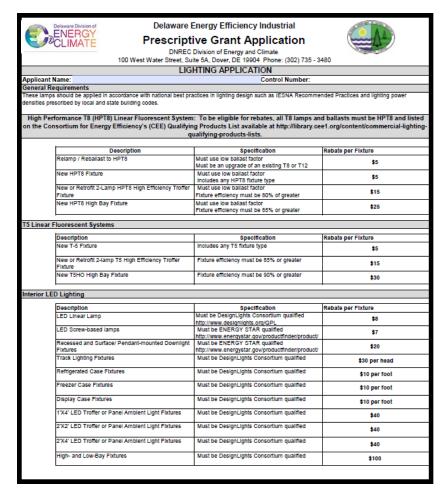
- \$0.14/kWh
- \$5/MMBtu
- \$500-\$700/kW

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	SUMMER*				WINTER <sup>b</sup>		
			kWh				kWh
			kWh	k			kWh
FIRST YEAR kW <sup>c</sup> REDUCTION OR INCREASE							
JUNE JULY AUGUST DECEMBER JANUARY FEBR						UARY	
	JUNE R INCREASE	JUNE JULY	JUNE JULY AUGUS	FIRST YEAR kW <sup>c</sup> REDU JUNE JULY AUGUST	FIRST YEAR kW <sup>c</sup> REDUCTION OR INCR JUNE JULY AUGUST DECEMBER	FIRST YEAR kW <sup>c</sup> REDUCTION OR INCREASE  JUNE JULY AUGUST DECEMBER JANUARY	FIRST YEAR KW <sup>C</sup> REDUCTION OR INCREASE  JUNE JULY AUGUST DECEMBER JANUARY FEBR





### **Grant Structure: Prescriptive**



Only lighting is available prescriptively.

Savings from lighting improvements must be independently accounted for and not included in custom application.

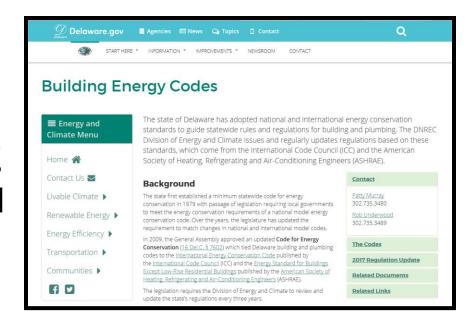




### **Program Structure**

Only savings achieved above minimum building energy codes will be paid

de.gov/energycodes







### **Program Structure**

ADDITIONAL PROJECT BENEFITS		
	al or job benefits that are a result of this project. F	lease provide
documentation/calculations to support claim	ed benefits.	
Operation and Maintenance Savings (\$)		
Water Savings		Gallons
Emissions Reductions		
Jobs Created		
Other Savings		
ENERGY USE DATA ACCESS		
The applicant must agree to provide a minim Please indicate below how this data will be p	um of 12 months pre-installation and 24 months ; rovided to DNREC (SELECT ONE).	post-installation utility data.
	utility (or utilities) allowing DNREC to access energ	gy use data.
<ul> <li>Provide utility bill directly to DNREC or</li> </ul>	n a monthly basis for 24 months post-installation	
MEASURE CATEGORIES INCLUDED IN PR	OJECT	
The applicant must include at least 5 differen	it measure categories in the project (SELECT AT LE	AST 5).
Building envelope		
☐ Steam/boiler system improvements		
□ Process heat recovery		
□ Combined heat and power (CHP)		
Compressed air improvements		
Chiller plant improvements		
Variable speed drives		
<ul> <li>Heating ventilation and air conditioning</li> </ul>	ng (HVAC) improvements	
□ Plug load controls		
<ul> <li>Service water heating improvements</li> </ul>		
Lighting power density improvements surfaces, and fixture efficiency	beyond code (using a mix of daylighting, delampi	ng, highly reflective interior
Other process improvements, where a	pplicable	
Delaware E2i Program	Custom Grant Application	5 of 8

Applicant must include a minimum of **FIVE** energy improvement categories in project

\*\*Lighting improvements do not count toward the minimum \*\*





### **Program Structure**

Projects that include more than five different improvement categories that are each at least 5% of the total project savings will receive consideration for a higher \$/kW up to \$700 kW





### Requirements

- Must include draft Measurement & Verification (M&V) plan with application
- M&V plan must be International Measurement & Verification Protocol (IPMVP) compliant
- Applicant must retain a Professional Engineer (P.E.) on their project team
- Project must be a recommission new construction is not eligible at this time







### An Application Package Will Include

- Complete and signed application
- Project description and detailed score of work
- Specification sheets for all equipment
- Technical data and testing laboratory information
- Itemized quotes and estimates for all equipment listed
- Twelve consecutive electric and natural gas utility bills
- Recycling/disposal plan of retired equipment
- For each installer involved:
  - Commercial general liability insurance certificate
  - Delaware business license
  - Delaware trade specific license

- Documentation of energy savings calculations and cost estimates for measure from at least 5 improvement categories (not including lighting)
- Proof that a P.E. has verified, signed, and stamped energy savings as claimed
- M&V plan
- Project schedule including milestones report
- Delaware State Substitute W-9 form submitted electronically to https://w9.accounting.delaware.gov
- For prescriptive lighting measures:
  - Lighting schedule
  - Ceiling plan
  - Prescriptive application
  - Specification sheets
  - Energy savings calculations





#### **Process**

Application and Supporting Documents Submitted

DNREC Review Collect any Missing Information & Request any Changes

Site Inspection Pre-Approval Project May Begin

Project complete

Applicant Supplies DNREC with Itemized Invoices and Proof of Payment

Site Inspection Final Approval & Grant Payment





### Questions, or interested in applying?

de.gov/E2I

Applications available November 6, 2017





### **Energy Efficiency Investment Fund**

#### **EEIF**

Program Updates and Additional Pathways





#### **Quick Refresher**

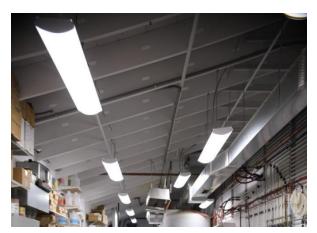
#### **Energy Efficiency Investment Fund**

- Improving the energy efficiency of a business
- Decreases operating costs
- Reduces energy consumption
- Improves Environmental Performance (Green Portfolio)



#### Del. C. 29 §8030 (b)

"The Department shall support implementation of projects that reduce the use of gas, electricity, or other sources through the issuance of competitive grants, low-interest loans, or other financing support from the Fund."







### Quick Refresher How does EEIF help me?

✓ Lowers the cost of doing business

You don't pay for energy you don't use!

Reduces cost of installing efficient indoor and outdoor lighting, building systems upgrades, and more

Make much needed capital upgrades!





# Quick Refresher Program Limits

Grant cannot exceed 30% of the Total Project Cost and

DNREC Loan can be used in-tandem with grant.

Loan approval does not compromise an applicant's eligibility

Grant Loan

**Total Project Cost** 





### **Updates**

Our Program Guidelines and Operational Procedures have been updated

Be sure to read them!

de.gov/eeif

**Delaware Energy Efficiency Investment Fund** 

Program Guidelines and Operational Procedures

Version 2017.1

Effective November 2017









### **Program Overview**

#### **Pathways**

#### Assessment

Help facilities receive technical evaluations for appropriate cost-effective energy efficiency improvements specific to each building's needs

#### **Types of Applications:**

- single purpose (targeted) energy audits
- comprehensive energy audits

#### Prescriptive

Pre-determined measures based upon industry standards.

#### **Types of Applications:**

- prescriptive lighting
- vending misers
- natural gas heating and water heating equipment

#### Custom

"Catch-All" for innovative energy projects.

#### **Examples:**

- Building Envelope
- Chillers/Boilers
- Energy Management Systems
- Pumping Systems
- Demand Control Ventilation

# Combined Heat & Power

Ideal for facilities with high annual hours of operation and a high thermal load. There are five types of eligible systems.

#### Types of Systems:

- Microturbines
- · Reciprocating engines
- Gas Turbines
- · Steam turbines
- Fuel Cells





### **Program Overview**

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### **Energy Assessments**

#### **Energy Efficiency Investment Fund**

#### **Energy Assessment Grant Application**

The Energy Efficiency Investment Fund provides funds to offset the cost of an energy assessment and to encourage the implementation of the recommendations in the energy assessment report.

Applicants will complete Part 1 Form for grant approval by DE&C. Grant funds are paid by reimbursement after the assessment is complete and when Part 2 of the Application has been received and approved by DE&C.

#### Part 1

	Contact Information
Name of Applicant:	
Facility Name:	
Facility Project Address:	
Contact Name and Title:	
Mailing Address:	
Phone:	
Email:	
Are you interested in dis	ussing loan opportunities ( ) Yes ( ) No

Application Information				
Type of energy	Single Purpose/Targeted Energy Audit			
assessment (check one):	Comprehensive Audit, ASHRAE Level II Compliant			
Assessment to be				
Performed By:				
Cost of assessment:				
Requested Grant Amount				
(50% of total cost):				
Proposal Submission:	Please submit an electronic copy of the energy assessment			
	PROPOSAL to <u>DNREC.EnergyEEIF@state.de.us</u>			

#### Disclaimer

Acceptance of this application is dependent on DE&C approval of the Scope of Work, qualifications and independence of the proposed vendor, and cost proposal. Acceptance into the program does not constitute endorsement or approval of the energy audit report or any other finding. The applicant must meet all program rules to receive incentive funds from the EEIF program. DE&C is not responsible for work performed by third parties.

#### Assessments or "Audits"

#### Your Playbook

- Single Purpose/Targeted audit
  - Lighting
  - Refrigeration
  - Heat recovery
  - Energy management systems
  - Compressed air systems
  - Motors
  - Drives
- Comprehensive audit
  - Must be ASHRAE Level II Compliant





### **Energy Assessments**

# Rebate Incentive Levels

#### 50% of Total Project Costs

- Targeted Up to \$10,000
- Comprehensive Up to \$20,000

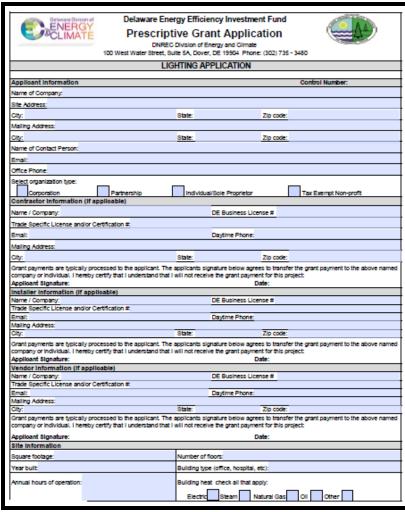
#### **Energy Efficiency Investment Fund** Energy Assessment Grant Application Part 2 Approved applicants that have completed their energy assessment should submit Part 2 with an invoice to the Department for grant reimbursement. Contact Information Applicant Name: Facility Address: Contact Name: Mailing Address: Email Application Information Type of energy assessment Single Purpose/Targeted Energy Audit (check one): Comprehensive Audit, ASHRAE Level II Compliant Assessment performed by: Date of energy assessment: Total Cost of assessment: Grant Amount (from award approval letter): Payment Information I have completed the energy assessment and I am requesting payment of the grant. I have attached a copy of the Energy Assessment Invoice from the Firm that performed it. I have attached proof of my payment in full to the Energy Assessment Firm. I have attached a copy of the final Energy Assessment Report. I have submitted the report electronically to <a href="mailto:DNREC.EnergyEEIF@state.de.us">DNREC.EnergyEEIF@state.de.us</a>. I am planning to implement some or all of the measures recommended in the report. I am not planning to implement the recommended measures at this time. I have completed the Substitute Form W-9, which the State of Delaware requires for payment, and I have submitted it electronically to https://w9.accounting.delaware.gov. Applicant Representative Signature: Date Submitted:

Applicant Representative Printed Name:





### **Prescriptive**



Prescribed measures contain technologies where energy savings can be predicted with reasonable accuracy across all applications.

The technologies currently eligible for the program include:

- lighting equipment
- high efficiency commercial gas heating equipment, hot water heaters
- vending misers





#### Where to Find the **Rebate Levels:**

Lighting -Pages 4&5

Vending Miser -Page 3

NG Heat & Water Heat -Page 3

All capped at 30% of Total Project Cost

### **Prescriptive**



#### Delaware Energy Efficiency Investment Fund **Prescriptive Grant Application**

DNREC Division of Energy and Climate

100 West Water Street, Suite 5A, Dover, DE 19904 Phone: (302) 735 - 3480

Specification

er project requires pre-approval

#### NATURAL GAS HEATING AND WATER HEATING EQUIPMENT

Control Number:

General Requirements

Applicant Name:



#### **Delaware Energy Efficiency Investment Fund**

#### Prescriptive Grant Application

**DNREC Division of Energy and Climate** 100 West Water Street, Suite 5A, Dover, DE 19904 Phone: (302) 735 - 3480

#### LIGHTING APPLICATION

General Requirements These lamps should be applied in accordance with national best practices in lighting design such as IESNA Recommended Practices and lighting power densities prescribed by local and state building codes.

High Performance T8 (HPT8) Linear Fluorescent System: To be eligible for rebates, all T8 lamps and ballasts must be HPT8 and listed on the Consortium for Energy Efficiency's (CEE) Qualifying Products List available at http://library.cee1.org/content/commerciallighting-qualifying-products-lists.

Description	Specification	Rebate per Fixture
Relamp / Reballast to HPT8	Must use low ballast factor Must be an upgrade of an existing T8 or T12	<b>\$</b> 5
New HPT8 Fixture	Must use low ballast factor Includes any HPT8 fixture type	<b>\$</b> 5
New or Retrofit 2-Lamp HPT8 High Efficiency Troffer Fixture	Must use low ballast factor Fixture efficiency must be 80% of greater	\$15
New HPT8 High Bay Fixture	Must use low ballast factor	\$25

Includes any T5 fixture type

Specification

Specification

Fixture efficiency must be 85% or greater

Fixture efficiency must be 90% or greater

Rebate per Fixture

Rebate per Fixture

\$15

\$30

\$100

ı	Specification	Rebate per Unit
	ater with Electronic	\$500
	or (ECM)	\$300
	ater with ECM	\$800
	ermal efficiency	\$750
ı		\$750
	ater	\$1,000
	ater	\$1,500

Rebate per Unit

Rebate per Unit

\$225 each

\$50 each

\$25 each

F) of .82 or greater	\$500
er	\$800
ce efficiency rating > 85% or	\$400
ermal efficiency	\$500
ot water	\$25

	FNF	RGY
0	CLIN	NATE

#### **Delaware Energy Efficiency Investment Fund Prescriptive Grant Application**

DNREC Divisio

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, Dover, DE 19904 Phone: (302) 735 - 3480	

High- and Low-Bay Fixtures

Water Street,	Suite 5A	, Dover,	DE 19	9904	Phone: (302) 735 - 3480	

VENDING MISER					
	_	_	 		

All Vending Machine and Cooler Sensors must be installed on vending/cooler equipment scheduled to remain in service for a minimum of 3 years. Only refrigerated everage vending machines, glass-front refrigerated coolers and non-refrigerated snack vending machines with lighting that containing nonperishable goods and hat are installed indoors are eligible

Description	Rebate per Fixture	
Refrigerated Beverage Vending Machine	<b>\$</b> 115	
Non-Refrigerated Vending Machine	\$45	
Glass Front Refrigerated Coolers	\$115	

Delaware Division of			
EN	IERGY		
12CI	IMATE		

	ł	http://www.energystar.gov/productfinder/product/	\$7
		Must be ENERGY STAR qualified http://www.energystar.gov/product/inder/product/	\$20
		Must be DesignLights Consortium qualified http://www.designlights.org/QPL	\$30 per head
1		Must be DesignLights Consortium qualified	\$10 per foot
Freezer Case Fixtures		Must be DesignLights Consortium qualified	\$10 per foot
Display Case Fixtures		Must be DesignLights Consortium qualified	\$10 per foot
1'X4' LED Troffer or Panel Ambient Light Fixtu	ures	Must be DesignLights Consortium qualified	\$40
2'X2' LED Troffer or Panel Ambient Light Fixtu	ures	Must be DesignLights Consortium qualified	\$40
2'X4' LED Troffer or Panel Ambient Light Fixtu	ures	Must be DesignLights Consortium qualified	\$40

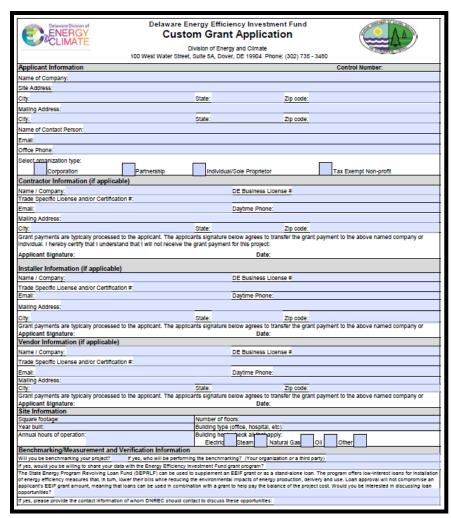
Must be DesignLights Consortium qualified

Must be ENERGY STAR qualified

http://www.energystar.gov/productfin



#### Custom



This option allows for the greatest flexibility and creativity in design by providing an incentive on a facility wide scale or on targeted assessments that save energy.

The projects qualifying under this program are generally more complex and aggressive measures that permanently raise the efficiency levels beyond that of standard equipment.





#### Custom

- The customized incentives are based on calculated energy and demand savings
- All custom applications require documentation of the energy savings information
- Acceptable forms of documentation include:
  - energy modeling by a consultant or other third party
  - specification sheets for ALL existing and proposed systems
  - and/or signature by a licensed professional engineer (P.E.).

#### **Rebate Levels:**

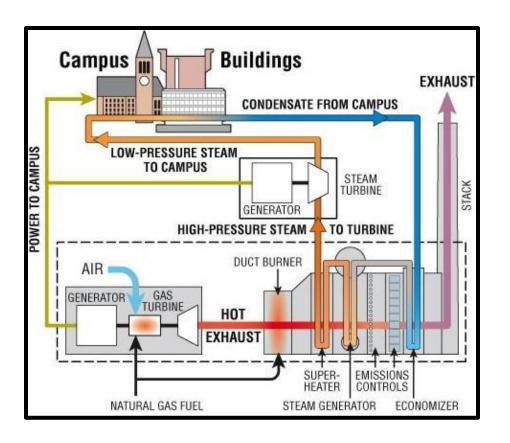
\$0.12/kWh reduced \$5/MMBtu reduced

Capped at 30% of Total Project Costs





### Combined Heat & Power (CHP)



- Provides greater energy efficiency to facilities with high annual hours of operation
- Reduces energy operating costs
- Provides greater energy resiliency
- Reduces Greenhouse Gas Emissions
- On-site Power Generation
- Limits new demands on electricity grid



### **System Requirements**

- Must be driven by one of the five:
  - Reciprocating Engine
  - Microturbine
  - Steam Turbine
  - Gas Turbine
  - Fuel Cell











### **System Requirements**

- New
- Permanently Installed
- Minimum System Efficiency Level of 60% on an annual basis
- Minimum 1.0 MMBtu/hour of useful thermal output
- Minimum full 3-year warranty





### **Additional Eligibility**

- Expansions to existing systems will only be paid for the incremental increase
- Where Third Party Power Purchase Agreements are involved, applicants must provide the fully executed PPA with application documents





### **Grant Structure**

### \$500/kW of installed system size

Up to 30% of Total Project Costs

Grants above \$500,000 will not be awarded without Division Director Signature





# CHP Specific Additional Required Documentation

- 12 months of Typical Day Hourly Electric and Heating Load Profile for the installation site
- If system is greater than 800kW a M&V plan must be submitted with application
- Design Plan with P.E. signature showing:
  - Waste-to-heat end use
  - Make and Model of equipment
  - Operation schedule
  - Generation capacity

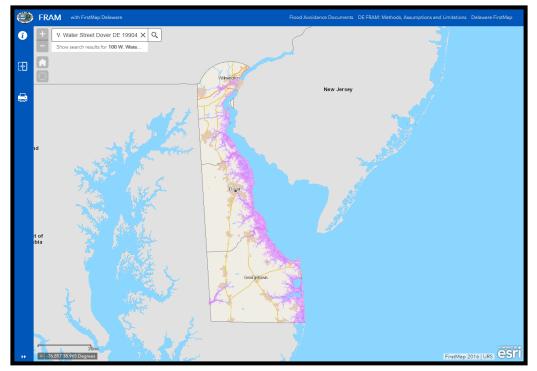
- Installation and Milestone Schedule
- FRAM Assessment
- Interconnection Agreement (parts 1&2)
- Detailed Energy Model showing:
  - Annual
    - Avoided energy use
    - · Overall system efficiency
  - Monthly
    - Electrical generation
    - Heat recovery
    - Fuel input





### Installations must be designed to avoid impacts from:

### Flood Risk Adaptation Map (FRAM)



www.firstmap.delaware.gov/FRAM



- 1) Flooding
- 2) Future sea-level rise
- ❖ Applicants should utilize the FRAM to determine if they are within the one-hundred year, one-meter, sea-level rise flood plan
- ❖ If applicants are within this area – they must submit a flood mitigation plan with application



# **CHP Pathway Questions?**

de.gov/eeif

Applications available November 6, 2017





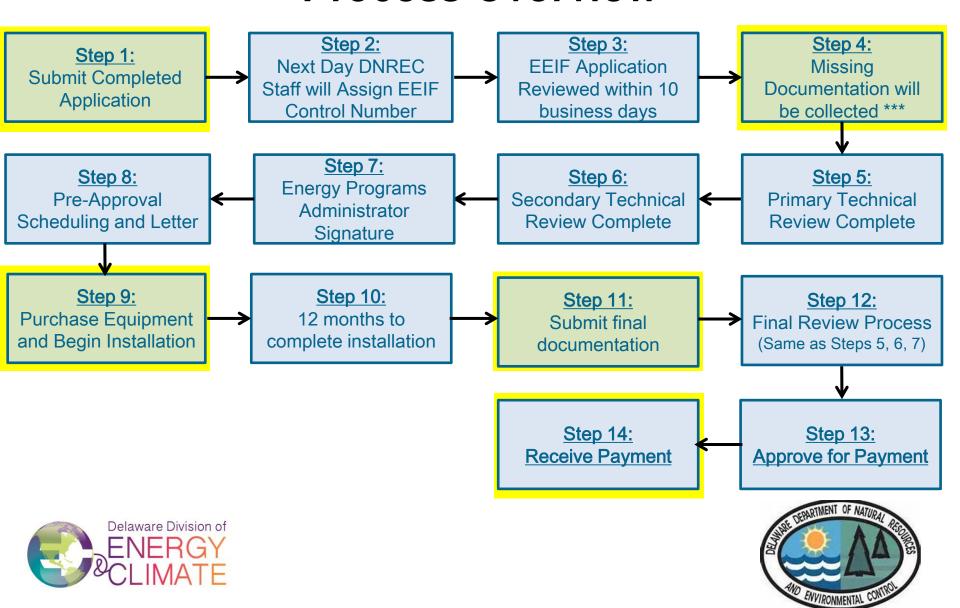
### **EEIF Process Refresher**

All pathways in EEIF follow the same application process.





### **Process Overview**



# **Participating Contractors List**

Energy Efficiency Investment Fund (EEIF) Program

#### Participating Contractor Application

Division of Energy and Climate 100 West Water Street Suite 5A Dover, DE 19904



November 2017

de.gov/EEIF



Contractors who install eligible measures under the EEIF program may apply to be identified on the EEIF website as retaining the required documentation



# **Participating Contractors List**

### What does this do?

- Benefits potential applicants seeking a contractor
- Gives potential applicants a starting point
- Allows DNREC planners to direct inquiries to list of contractors identified
- Organizes identified contractors by specialty



### What does this **NOT** do?

- Give any contractors/businesses on list any endorsement from DNREC
- Preclude eligibility for contractors not identified that have the documentation required by the program



# Eligibility

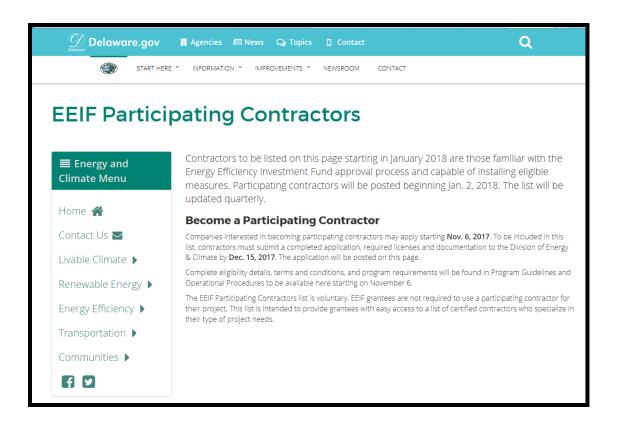
Contractors who wish to be listed must provide proof of the following:

- Delaware Business License
- Delaware Trade Specific License
- Commercial General Liability Insurance in the amount of \$1M or greater
- Relevant Training or Certification
- Statement of Reliability and Good Standing or no negative reports with the BBB
- Date and Location of the three most recently installed relevant energy efficiency measure
- Three customer references for each relevant energy efficiency measure contractor is seeking approval to be listed under





## **Application Process**



#### November 6, 2017

Application Form will be posted; DE&C will begin accepting applications.

#### <u>December 15, 2017</u>

Deadline for applications for the first iteration of the Participating Contractor List. All required documents and licenses must be submitted.

#### January 2, 2018

First version of Participating Contractor List will be published on DNREC website

#### **Ongoing**

Participating Contractor lists will be updated quarterly as additional contractors are accepted





# Are there any questions?





# Thank you!

### Division of Energy & Climate

Department of Natural Resources and Environmental Control

de.gov/energyclimate

302-735-3480

facebook.com/energyclimatede

@energyclimatede

### E2I Program

de.gov/e2i

Emily St. Clair, CMVP

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#### **EEIF Program**

de.gov/eeif

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302-735-3366

#### EEIF Program - CHP Pathway

de.gov/eeif

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